

# **FISCAL NOTE**

## **SB 3018 - HB 2898**

February 26, 1998

**SUMMARY OF BILL:** Provides that the Tennessee Local Development Authority (TLDA) shall no longer issue debt for the Community Provider Pooled Loan Program and directs that the TLDA and the Department of Mental Health and Mental Retardation enter into a memorandum of understanding with the State Funding Board to address outstanding debt. Upon the issuance of debt by the State Funding Board, the TLDA would transfer repayments it receives from providers to the State Funding Board to apply toward the debt. This bill is void if SB3017 - HB2899 fails to be enacted.

### **ESTIMATED FISCAL IMPACT:**

#### **Increase State Expenditures - Not Significant**

Estimated cost of entering into such agreements as required by the bill is not significant. For informational purposes, when combined with SB3017-HB2899, which must become law to prevent this bill from becoming void, the provisions of the two bills will result in refinancing approximately \$27,000,000 of debt.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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